IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF DELAWARE

IN RE INTEL CORP. MICROPROCESSOR LITIGATION

MDL Docket No. 05-1717-JJF

This Pleading Pertains to:

JIM KIDWELL, MARY REEDER, JOHN MAITA, JWRE, INC., CHRYSTAL MOELLER, and CARESSE HARMS, on their own behalves and on behalf of all others similarly situated,

Case No. 05-470-JJF

Plaintiffs,

VS.

INTEL CORPORATION, A DELAWARE CORPORATION,

Defendant.

ROBERT J. RAINWATER, KATHY ANN CHAPMAN, and SONIA YACO, on their own behalves and on behalf of all others similarly situated,

Case No. 05-473-JJF

Plaintiffs,

VS.

INTEL CORPORATION, A DELAWARE CORPORATION,

Defendant.

Additional captions continue on following pages

THE NATIONAL PLAINTIFFS GROUP'S MEMORANDUM IN SUPPORT OF THEIR MOTION FOR LEAVE TO FILE THEIR CONSOLIDATED COMPLAINT

RYAN JAMES VOLDEN, CHARLES DUPRAZ, VANESSA Z. DEGEORGE, MELISSA GOEKE, JAMES R. CONLEY, NANCY BJORK, TOM KIDWELL, and JEFF VAUGHT, on their own behalves and on behalf of all others similarly situated,

Case No. 05-488-JJF

Plaintiffs,

VS.

INTEL CORPORATION, A DELAWARE CORPORATION,

Defendant.

FICOR ACQUISITION CO., LLC, d/b/a MILLS & GREER SPORTING GOODS, RICHARD CAPLAN, MARIA PILAR SALGADO, PAULA NARDELLA, NANCY WOLFE, LESLIE MARCH, TOM HOBBS, ANDREW MARCUS, and VIRGINIA DEERING, on their own behalves and on behalf of all others similarly situated,

Case No. 05-515-JJF

Plaintiffs,

VS.

INTEL CORPORATION, A DELAWARE CORPORATION,

Defendant.

BILL RICHARDS, CARL YAMAGUCHI, and RON TERRANOVA on their own behalves and on behalf of all others similarly situated,

Case No. 05-672-JJF

Plaintiffs,

VS.

INTEL CORPORATION, A DELAWARE CORPORATION,

Defendant.

DAVID KURZMAN, on behalf of himself and all others similarly situated,

Case No. 05-710-JJF

Plaintiff,

VS.

INTEL CORPORATION, A DELAWARE CORPORATION,

Defendant.

GIACOBBE-FRITZ FINE ART LLC, on its own behalf and on behalf of all others similarly situated,

Case No. 05-846-JJF

Plaintiff,

VS.

INTEL CORPORATION, A DELAWARE CORPORATION,

Defendant.

THE NATIONAL PLAINTIFFS GROUP'S MEMORANDUM IN SUPPORT OF THEIR MOTION FOR LEAVE TO FILE THEIR CONSOLIDATED COMPLAINT

The plaintiffs comprising the National Plaintiffs Group,¹ by their counsel, respectfully submit this memorandum in support of their Motion for Leave to File Their Consolidated Complaint (the "Leave Motion"). The Leave Motion was necessitated by the refusal of Courtappointed Interim Class Counsel to include the plaintiffs comprising the National Plaintiffs' Group in their consolidated complaint, filed with the Court on April 28, 2006 (Document No. 59), along with the claims those plaintiffs have asserted.

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A list of the plaintiffs comprising the National Plaintiffs Group and the captions of their pending actions are set forth in Footnote 1 to the National Plaintiff Group's Motion for Leave to File Their Consolidated Complaint, filed contemporaneously herewith.

Interim Class Counsel's unilateral decision to drop the plaintiffs comprising the National Plaintiffs Group and their claims from their consolidated pleading directly contravenes the purpose and intent of Rule 23(g) of the Federal Rules of Civil Procedure ("Fed. R. Civ. P." or "Rule"); Fed. R. Civ. P. 21, which mandates that parties may not be dropped from an action without court order granting a motion requesting such relief; the Rules of Procedure of the Judicial Panel on Multidistrict Litigation; and this Court's April 18, 2006 Memorandum Order,

These actions were transferred to this Court following proceedings before the Judicial Panel on Multidistrict Litigation ("JPML"). All claims originally brought in this District and in other Districts were assigned to this Court by the JPML.² Nevertheless, without motion or permission of this Court, Interim Class Counsel has filed a consolidated complaint, with one of its purposes being to dismiss certain plaintiffs and their claims without the consent of those parties or Court Order permitting them to do so.

In its April 18, 2006 Memorandum Order appointing interim class counsel here, the Court – after, *inter alia*, voicing its concerns about the inefficiencies and potential for abuse inherent in multi-firm leadership structures – ordered that all purchaser antitrust actions pending against Intel in the District of Delaware be consolidated and that interim class counsel was charged with, inter alia, overseeing all of those actions for the benefit of the plaintiffs named therein.

The Court's Memorandum Order is consistent with Rule 23(g)'s mandate that Interim Class Counsel is required to "fairly and adequately represent the interests of the class." Rule

² Rule 1.4 of the Rules of Procedure of the Judicial Panel on Multidistrict Litigation confirms the JPML's expectation that the plaintiffs and claims asserted in transferred actions are to proceed unabated in the transferee court, mandating that "[a]ny attorney of record in any action transferred under Section 1407 may continue to represent his or her client in any district court of the United States to which such action is transferred" – which presupposes the continued pendency of those transferred actions and claims in the transferee court.

23(g)(1)(B). The scope of this obligation is confirmed by the Advisory Committee Notes to Rule 23, which state, in pertinent part, that "[w]hether or not formally designated interim counsel, an attorney who acts on behalf of the class before certification must act in the best interests of the class as a whole." (emphasis added).

Interim Class Counsel here, however, have failed to comply with their obligations to protect and represent the interests and claims of all plaintiffs in the consolidated actions, thereby necessitating the National Plaintiffs Group's Leave Motion. Specifically, rather than represent the interests and claims of all plaintiffs in the consolidated actions, Interim Class Counsel unilaterally expelled the plaintiffs comprising the National Plaintiffs Group from the consolidated action and refused to include their state law claims and proposed state law classes in their consolidated complaint – despite being specifically instructed by counsel for the National Plaintiffs Group that they were not authorized to do so.³

In an effort to respect the Court's interim class counsel ruling and to work within the parameters thereof, the National Plaintiffs Group - at Interim Class Counsel's request and invitation - reviewed a draft version of Interim Class Counsel's consolidated complaint and returned detailed comments and proposed revisions designed to preserve Interim Class Counsel's proffered theory of the case, while pleading alternative state class claims to confront and overcome the serious standing problems the National Plaintiffs Group believes continues to plague Interim Class Counsel's pleadings.⁴ Interim Class Counsel rejected the National

³ In an effort to present this issue to the Court in a streamlined manner, the National Plaintiffs Group has not appended to this memorandum the emailed correspondence between Fred Taylor Isquith of Wolf Haldenstein Adler Freeman & Herz, an attorney representing the National Plaintiffs Group, and Steve Berman of Hagens Berman LLP, one of the firms comprising Interim Class Counsel here. Should the Court wish to review that email correspondence, counsel for the National Plaintiffs Group is ready, willing, and able to proffer it to the Court.

⁴ While this is neither the time nor the place to debate the merits of the claims presented to the Court by Interim Class Counsel in their consolidated complaint, one of the defects that may permeate that

Plaintiffs Group's suggestions and unilaterally – without motion or Court Order⁵ – expelled the plaintiffs comprising the National Plaintiffs Group, as well as all of their claims, from the consolidated action. By abandoning their duties and improperly and without authorization discarding parties and claims from the consolidated action, Interim Class Counsel have left the plaintiffs comprising the National Plaintiffs Group with no alternative other than to seek relief from the Court to enable them to protect their interests and preserve their claims and the claims of the 24 individual state law classes they respectively seek to represent – and which are in no way protected or included by Interim Class Counsel in their consolidated pleading.

CONCLUSION

For all of the foregoing reasons, the plaintiffs comprising the National Plaintiffs Group respectfully request that the Court grant their motion and grant them leave to file their Consolidated Complaint.

DATED: May 2, 2006 **BIGGS AND BATTAGLIA**

> /s/ Robert D. Goldberg Robert D. Goldberg (ID #631) 921 North Orange Street P.O. Box 1489 Wilmington, Delaware 19899

consolidated complaint is that the plaintiffs named in that pleading may not have standing to prosecute those claims. As the National Plaintiffs Group explained in its earlier filings before the Court, while the National Plaintiffs Group asserts claims on behalf of putative class members of separately-pleaded state classes, from states permitting indirect purchaser litigation, under the statutes of those states in which the representative plaintiffs reside, Interim Class Counsel asserts claims on behalf of nationwide classes under statutes in states where the representative plaintiffs do not reside, did not purchase their Intelequipped computers, did not suffer antitrust or other injury - and, in many instances, on behalf of plaintiffs from states that prohibit indirect purchaser actions.

⁵ Indeed, Fed. R. Civ. P. 21 states, in pertinent part, "[p]arties may be dropped or added by order of the court on motion of any party or of its own initiative at any stage of the action and on such terms as are just." It is inarguable that no such motion practice or Court order has occurred here. Correspondingly, in their consolidated complaint, Interim Class Counsel appears to have added three additional plaintiffs – Elizabeth Bruderle Baran, Rob Marshall, dba Marshall Realty, and Francis H. Slattery IV – without leave of court permitting them to do so, thereby violating Fed. R. Civ. P. 19 as well.

Telephone: (302) 655-9677 Facsimile: (302) 655-7924

Proposed Liaison Counsel for the National Plaintiffs Group

WOLF HALDENSTEIN ADLER FREEMAN & HERZ LLP Fred Taylor Isquith 270 Madison Avenue New York, New York 10016 Telephone: (212) 545-4600 Facsimile: (212) 545-4653

WOLF HALDENSTEIN ADLER FREEMAN & HERZ LLC Mary Jane Edelstein Fait Adam J. Levitt 55 West Monroe Street, Suite 1111 Chicago, Illinois 60603 Telephone: (312) 984-0000 Facsimile: (312) 984-0001

WOLF HALDENSTEIN ADLER FREEMAN & HERZ LLP Francis M. Gregorek Betsy C. Manifold Francis A. Bottini, Jr. Rachele R. Rickert 750 B Street, Suite 2770 San Diego, California 92101 Telephone: (619) 239-4599 Facsimile: (619) 234-4599

Counsel for the National Plaintiffs Group

Ann Lugbill 2406 Auburn Avenue Cincinnati, Ohio 45219 Tel: (513) 784-1280 Fax: (513) 784-1449 Counsel for Mary Reeder

Brandon N. Voelker 28 West 5th Street Covington, Kentucky 41011 Tel: (859) 491-5551

Fax: (859) 491-0187

Counsel for Mary Reeder

Gene Summerlin OGBORN, SUMMERLIN & OGBORN, PC 210 Windsor Place 330 South Tenth Street Lincoln, Nebraska 68508 Tel: (402) 434-8040

Fax: (402) 434-8044

Counsel for JWRE, Inc., Chrystal Moeller, and Caresse Harms

Robert J. Sharkey VANDERVOORT, CHRIST & FISHER, PC Fifth Third Bank Building, Suite 312 67 West Michigan Avenue Battle Creek, Michigan 49017 Tel: (269) 965-7000

Fax: (269) 965-0646

Counsel for Robert J. Rainwater

Richard A. Lockridge Robert K. Shelquist LOCKRIDGE GRINDAL NAUEN P.L.L.P. 100 Washington Avenue South, Suite 2200 Minneapolis, Minnesota 55401 Tel: (612) 339-6900

Fax: (612) 339-0981

Counsel for Kathy Ann Chapman, Nancy Bjork, Ron Terranova, and Carl Yamaguchi

Noah Golden-Krasner LAW OFFICES OF NOAH **GOLDEN-KRASNER** 354 West Main Street Madison, Wisconsin 53703 Tel: (608) 441-8924

Fax: (608) 442-9494 Counsel for Sonia Yaco

Tim Semelroth RICCOLO & SEMELROTH, PC 425 Second St. SE, Ste 1140 Cedar Rapids, Iowa 52401

Tel: (319) 365-9200 Fax: (319) 365-1114

Counsel for Ryan James Volden

Robert J. Rubin, PA RUBIN & STROUT, PA 480 West Street Rockport, Maine 04856 Tel: (207) 236-8260 Fax: (207) 236-4981

Counsel for Melissa Goeke

Charles F. Speer Donnamarie Landsberg SPEER LAW FIRM, PC 104 W. 9th Street, Suite 305 Kansas City, Missouri 64105 Tel: (816) 472-3560

Fax: (816) 4/2-3560 Foursel for Jeff Vaught Dennis J. Johnson JOHNSON & PERKINSON 1690 Williston Road South Burlington, Vermont 05403

Tel: (802) 862-0030 Fax: (802) 862-0060

Counsel for Ficor Acquisition Co., LLC, dba Mills & Greer Sporting Goods

Peter G. Gruber PETER G. GRUBER, P.A. One Datran Center, Suite 910 9100 South Dadeland Boulevard Miami, Florida 33156 Tel: (305) 670-1010 Fax: (305) 670-0228

Counsel for Maria Pilar Salgado

Nancy Freeman Gans MOULTON & GANS, P.C. 33 Broad Street, Suite 1100 Boston, Massachusetts 02109 Tel: (617) 369-7979

Tel: (617) 369-7979 Fax: (617) 369-7980

Counsel for Paula Nardella

Richard J.R. Raleigh Jr. WILMER & LEE, P.A. 100 Washington Street, Suite 200 Huntsville, Alabama 35801 Tel: (256) 533-0202

Fax: (256) 533-0302

Counsel for Nancy Wolfe

Jayne Goldstein MAGER & GOLDSTEIN LLP 2825 University Drive, Suite 350 Coral Springs, Florida 33065

Tel: (954) 341-0844 Fax: (954) 341-0855

Counsel for Leslie March, Virginia Deering, and Giacobbe-Fritz Fine Art LLC

Carol A. Mager MAGER & GOLDSTEIN LLP One Liberty Place, 21st Floor Philadelphia, Pennsylvania 19103 Tel: (215) 640-3280

Fax: (215) 640-3281

Counsel for Leslie March, Virginia Deering, and Giacobbe-Fritz Fine Art LLC

Van Bunch BONNETT, FAIRBOURN, FRIEDMAN & BALINT, PC 57 Carriage Hill Signal Mountain, Tennessee 37377 Tel: (423) 886-9736 Counsel for Tom Hobbs

Barry C. Blackburn THE BLACKBURN LAW FIRM, PLLC 6933 Crumpler Boulevard, Suite B P.O. Box 70 Olive Branch, Mississippi Tel: (662) 895-6116

Fax: (662) 895-6121 Counsel for Bill Richards

Greg McEwen THE MCEWEN LAW FIRM, P.L.L.C. 5850 Blackshire Path Inver Grove Heights, Minnesota 55076 Tel: (651) 224-3833 Fax: (651) 223-5790

Counsel for Ron Terranova

Jerold T. Matayoshi FUKUNAGA MATAYOSHI HERSHEY & CHING, LLP Davies Pacific Center, Suite 1200 841 Bishop Street Honolulu, Hawaii 96813 Tel: (808) 533-4300 Fax: (808) 531-7585

Counsel for Carl Yamaguchi

Patrick J. Murphy MURPHY, SMALL & ASSOCIATES 1100 East Bridger Avenue Las Vegas, Nevada 89101 Tel: (702) 259-4600 Fax: (702) 259-4748

Counsel for Ron Terranova

David Pastor GILMAN AND PASTOR, L.L.P 60 State Street, 37th Floor Boston, Massachusetts 02109 Tel: (617) 742-9700

Fax: (617) 742-9700

Counsel for David Kurzman

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